GOVERNMENT OF INDIA
FINANCE
LOK SABHA

STARRED QUESTION NO:398
ANSWERED ON:12.08.2016
Loans to States
Puttaraju Shri C.S.

Will the Minister of FINANCE be pleased to state:

(a) the quantum of loans disbursed bythe Union Government to the States along
with the outstanding liabilities of the Statesduring the last three years, State/UT-wise;
(b) whether the Union Government isaware of certain misuse of the loans by theStates during the said period and if so, thedetails thereof;and
(c) the corrective action taken by theGovernment in this regard?

Answer

(a) to (c): A statement is laid on the table of the House.

Statement referred to in reply to part (a) to (c) of LokSabha Starred question no. 398 due for answer on 12.08.2016

(a) The details of loans advanced by the Central Government to States/ UTs,during last three years from 2013-14 to 2015-16 alongwith the outstanding amount as at the end of 2015-16 are at Annex-I.

(b) & (c) Certain misuse/ allegations with respect to in-eligible expenditure, procurement and fraudulent practices were reported. These instances pertain to theWorld Bank financed Projects of - Emergency Tsunami Reconstruction Project (ETRP);Maharashtra Water Sector Improvement Project (MWSIP); Andhra Pradesh & Telangana Road Sector Project; Punjab Rural Water Supply & Sanitation Project (PRWSSP)and Odisha State Road Project.Expenditure found in-eligible by C&AG under ETRP has sincebeen refunded. State Government has lodged FIR against defaulting company for submitting false Bank Guarantees in another project(MWSIP).

The loans from Multilateral Development Banks are passed to the State Governments on back to back basis for the socio-economic development of the State. The output of agreed project components and deliverables are well defined and are regularly monitored through Tripartite Review Meeting and State Review Meeting. Further, C&AG conducts audit of State expenditure and the audit report is placed before the State Legislature.

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Annex I to reply to part (a) of Lok Sabha starred question No. 398 for 12.08.2016

S.No Name of the States State-wise amount of Loans advanced during the years# Outstanding Balance of Central Govt. loans at the

end of the 2015-16
Loans Advanced during 2013-14 Loans Advanced during 2014-15 Loans Advanced during 2015-16 (Provisional and Un-audited)
1 Andhra Pradesh 1,343.70 695.41 685.17 9,603.46
2 Arunachal Pradesh - - - 214.51
3 Assam 48.61 49.66 50.49 1,314.22
4 Bihar 549.66 718.25 822.97 8,827.47
5 Chattisgarh 14.59 8.44 145.03 1,844.17
6 Goa 150.37 202.88 111.56 1,011.11
7 Gujrat 161.02 323.39 252.56 7,036.08
8 Haryana 337.72 130.76 97.24 2,196.88
9 Himachal Pradesh 59.25 125.31 59.31 1,044.07
10 Jammu & Kashmir 15.28 12.15 17.21 1,201.86
11 Jharkhand 106.15 138.83 150.91 2,072.35
12 Karnataka 1,158.71 1,365.20 1,271.02 12,969.53
13 Kerala 392.02 752.47 531.35 7,213.49
14 Madhya Pradesh 1,212.44 1,372.23 1,326.12 13,626.97
15 Maharashtra 919.62 587.12 575.97 8,155.56
16 Manipur - - - 382.02
17 Meghalaya 0.80 4.77 2.28 191.77
18 Mizoram 1.03 19.39 3.80 234.14
19 Nagaland - 5.43 0.14 154.58
20 Odisha 578.51 529.10 739.43 7,197.97
21 Punjab 377.86 561.92 265.33 3,531.30
22 Rajasthan 409.75 794.11 1,749.12 8,209.23
23 Sikkim 1.58 10.71 3.09 108.99
24 Tamil Nadu 2,011.34 1,517.09 920.88 7,496.17
25 Telangana* - 86.37 1,367.37 13,329.26
26 Tripura 4.93 18.80 5.93 249.60
27 Uttarakhand 34.96 61.00 593.86 538.62
28 Uttar Pradesh 389.90 485.98 97.01 13,565.60
29 West Bengal 729.02 1,362.99 658.95 13,443.28
Total (States) 11,008.82 11,939.76 12,504.10 1,46,964.27
UT"s
1 Delhi -
2 Pudducherry 81.96 72.00 72.00 NA
Total(UTs) 81.96 72.00 72.00 NA

Grand Total (States/ UTs) 11,090.78 12,011.76 12,576.10
Source: Additional Disclosure to Statement No. 15 of Union Govt. Finance Accounts
* No loan shown during 2013-14 as the States of Andhra Pradesh and Telangana are bifurcated during 2014-15 w.e.f. the appointed date, i.e. 2.6.2014.